

Iowa Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2011



The National Balloon Classic is the 2nd oldest and 2nd largest 9 day hot air balloon festival in the United States. Approximately 100 hot air balloons fill the skies each summer around Indianola and Warren County. The event is family oriented including evening stage entertainment, kids rides, food & beverage vendors, and more... Whether you are young or just young at heart, the great sights provided by the colorful balloons is very entertaining.

Photos by Dennis D. Nicholson



**COMPREHENSIVE ANNUAL
FINANCIAL REPORT**

**For the Fiscal Year
Ended June 30, 2011**

GOVERNOR:
Terry E. Branstad

PREPARED BY:
The Iowa Department of Administrative Services - State Accounting Enterprise

STATE OF IOWA
Comprehensive Annual Financial Report
Table of Contents

For the Fiscal Year Ended June 30, 2011

INTRODUCTORY SECTION

Letter of Transmittal	6-10
State of Iowa Organizational Chart	12
Principal Officials	13

FINANCIAL SECTION

INDEPENDENT AUDITOR'S REPORT	16-17
-------------------------------------	-------

MANAGEMENT'S DISCUSSION AND ANALYSIS	18-29
---	-------

BASIC FINANCIAL STATEMENTS

Government-wide Financial Statements

Statement of Net Assets	32-33
Statement of Activities	35

Governmental Fund Financial Statements

Balance Sheet	38
Reconciliation of the Balance Sheet - Governmental Funds to the Statement of Net Assets	39
Statement of Revenues, Expenditures and Changes in Fund Balances	40
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds to the Statement of Activities	41

Proprietary Fund Financial Statements

Statement of Net Assets	44
Statement of Revenues, Expenses and Changes in Fund Net Assets	45
Statement of Cash Flows	46-47

Fiduciary Fund Financial Statements

Statement of Fiduciary Net Assets	50
Statement of Changes in Fiduciary Net Assets	51

Component Unit Financial Statements

Statement of Net Assets	54
Statement of Activities	55

<i>Notes to the Financial Statements</i>	57-115
---	--------

REQUIRED SUPPLEMENTARY INFORMATION

Budgetary Comparison Schedule - General Fund	118-119
Budgetary Comparison Schedule - Budget to GAAP Reconciliation - General Fund	120
Notes to Required Supplementary Information - Budgetary Reporting	121-123
Schedules of Funding Progress	124

SUPPLEMENTARY INFORMATION

Governmental Funds

Combining Balance Sheet - By Fund Type	126
Combining Statement of Revenues, Expenditures and Changes in Fund Balances - By Fund Type	127

Special Revenue Funds

Combining Balance Sheet	130
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	131
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual - Budgetary Basis	133-135

Capital Projects Funds

Combining Balance Sheet	138
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	139

Permanent Funds

Combining Balance Sheet	142
Combining Statement of Revenues, Expenditures and Changes in Fund Balances	143

Proprietary Funds

Enterprise Funds

Combining Statement of Net Assets	146
Combining Statement of Revenues, Expenses and Changes in Fund Net Assets	147
Combining Statement of Cash Flows	149

Internal Service Funds

Combining Statement of Net Assets	152
Combining Statement of Revenues, Expenses and Changes in Fund Net Assets	153
Combining Statement of Cash Flows	155

Fiduciary Funds

Pension and Other Employee Benefit Funds

Combining Statement of Fiduciary Net Assets	158
Combining Statement of Changes in Fiduciary Net Assets	159

Private Purpose Trust Funds

Combining Statement of Fiduciary Net Assets	162
Combining Statement of Changes in Fiduciary Net Assets	163

Agency Funds

Combining Statement of Fiduciary Net Assets	166
Combining Statement of Changes in Assets and Liabilities	167

STATISTICAL SECTION

Schedule

Schedule of Net Assets by Component	1	172
Schedule of Changes in Net Assets	2	173-174
Schedule of Fund Balances of Governmental Funds	3	175
Schedule of Changes in Fund Balances of Governmental Funds	4	176
Schedule of Tax Revenue by Source - Governmental Funds	5	177
Schedule of Individual Income Tax Returns Filed and Tax Rates	6	178
Schedule of Retail Sales by Business Classification	7	179
Schedule of Ratios of Outstanding Debt by Type	8	180
Schedule of Revenue Bond Coverage	9	181-184
Schedule of Demographic and Economic Statistics	10	185
Schedule of Principal Non-governmental Employers	11	186
Schedule of Significant Classes of Assets by Function	12	187-188
Schedule of Operating Indicators by Function	13	189
Schedule of Number of Employees - Primary Government	14	190
Schedule of Current Expenditures - General Fund	15	191

ACKNOWLEDGMENTS